

AGENDA
HEALTH SERVICES AND DEVELOPMENT AGENCY

Legislative Plaza
Room 12
Sixth Avenue North & Union Street
Nashville, TN

Wednesday, November 14, 2012
8:30 a.m. CST

- I. CALL TO ORDER
- II. DIRECTOR'S ANNOUNCEMENTS
- III. STATE HEALTH PLAN UPDATE

A. Update: Jeff Ockerman, Director of Health Planning, Department of Health

IV. CONSENT CALENDAR

Mr. Mills recused
APPROVED

Motion: Ms. Jordan
Second: Mr. Wright
8-0-0

- A. Girling Health Care Services of Knoxville, Inc. d/b/a The Home Option by Harden Healthcare, Oak Ridge (Anderson County), TN — CN1209-043
The relocation of the parent office from its current location at The Stokely Building, 320 North Cedar Bluff, Suite 360, Knoxville (Knox Co), TN 37923 to 800 Oak Ridge Turnpike, Suite A-208, Oak Ridge (Anderson Co), TN 37830. The current service area of Anderson, Jefferson, Knox, Loudon, Sevier, and Union counties will not be changed, and all counties will be served from the new home office location in Anderson County, and the existing Knox county office will become a branch office.
\$ 116,160.00

V. CERTIFICATE OF NEED APPLICATIONS

WITHDRAWN

- A. Baptist Center for Cancer Care, Germantown (Shelby County), TN — CN1205-026
Modification of CN1105-018A, which authorized the establishment of a comprehensive cancer center known as Baptist Center for Cancer Care (BCCC). The original projects and proposed modifications are as follows:
- 1) CN1105-018A, which approved new construction of approximately 105,291 square feet. The proposed modification increases the size of the facility by 52,688 square feet to a total of 157,979 square feet;
 - 2) CN1105-018A, approved the relocation of a PET/CT from Baptist Memorial Hospital-Memphis (BMHM) and initiation of PET/CT services at BCCC. The proposed modification will be to relocate the PET/CT scanner acquired by Baptist Memorial Hospital-Tipton (BMHT) under CN1111-050A and currently located at 5945 Wolf River Blvd., Germantown (Shelby County), TN 38138 to BCCC. The PET/CT at BMHM will remain in place;
 - 3) CN1105-018A approved the relocation of two (2) linear accelerators and other radiation oncology equipment along with the cyberknife linear accelerator from BMHM and initiation of linear accelerator services at BCCC. The proposed modification is to replace one (1) of the existing linear accelerators when installed at BCCC. The replaced unit will be taken out of service; and

4) CN1105-018A approved for a project cost of \$64,925,225. The proposed modification will increase the project cost by \$29,117,691 to a total of \$94,042,916. The location of BCCC continues to be at 1238 and 1280 South Germantown Parkway, Germantown (Shelby County), TN 38138. The project does not involve change in any service previously approved, the addition of beds or any other service for which a certificate of need is required; and

5) One of the existing linear accelerators to be relocated from BMHM will be replaced when installed at BCCC. The project does not involve change in any service previously approved, the addition of beds or any other service for which a certificate of need is required.

The location of BCCC continues to be at 1238 and 1280 South Germantown Parkway, Germantown, TN 38138. The project does not involve change in any service previously approved, the addition of beds or any other service for which a certificate of need is required.

\$ 94,042,916.00

**DEFERRED TO
DECEMBER
MEETING**

- B. Shallowford Healthcare, LLC, Chattanooga (Hamilton County), TN — CN1206-028
The establishment of a thirty (30)* skilled bed nursing home (subject to the 2011-2012 Nursing Home Bed Pool). This is the first of two (2) applications, both for thirty (30)* skilled nursing home beds--the second application, CN1207-032 (subject to the 2012-2013 Nursing Home Bed Pool). The applicant plans to eventually operate a sixty (60) bed facility. There is no major medical equipment involved with this project. No other health services will be initiated or discontinued.

*These beds are subject to the 125 Nursing Home Bed Pool for 2011-2012.

\$ 4,631,397.00

Opposition: LP Cleveland, LLC d/b/a Signature Healthcare of Cleveland

**DEFERRED TO
DECEMBER
MEETING**

- C. Shallowford Healthcare, LLC, Chattanooga (Hamilton County), TN — CN1207-032
The establishment of a thirty (30)* skilled bed nursing home (subject to the 2012-2013 Nursing Home Bed Pool). This is the second of two (2) applications, both for thirty (30)* skilled nursing home beds--the first application, CN1206-028 (subject to the 2011-2012 Nursing Home Bed Pool). The applicant plans to eventually operate a sixty (60) bed facility. There is no major medical equipment involved with this project. No other health services will be initiated or discontinued.

*These beds are subject to the 125 Nursing Home Bed Pool for 2012-2013.

\$ 4,631,397.00

Opposition: LP Cleveland, LLC d/b/a Signature Healthcare of Cleveland

*Moved to end of Agenda-
- Dr. Haik recused*

APPROVED

Motion: Ms. Burns
Second: Ms. Jordan
8-0-0

- D. Shelby County Health Care Corporation d/b/a Regional Medical Center, Memphis (Shelby County), TN — CN1208-037
The conversion of ten (10) med/surg beds to rehab beds;
The relocation of its existing twenty (20) bed rehab unit, after which a thirty (30) bed rehab unit be operated in Turner Tower;
The addition of three (3) operating rooms to be dedicated to outpatient surgery operated in Turner Tower;
The general renovation of Turner Tower, including the buildout of unused space for a twenty-four (24) bed unit which will be utilized as med/surg hospital beds; and
The relocation of an existing ten (10) bed med/surg unit to Turner Tower, which will result in six (6) staffed med/surg beds. Other than mentioned above, there are no new licensed beds and no major medical equipment involved with this project. The number of total licensed beds will not change. No other health services will be initiated or discontinued.

\$ 28,400,000.00

Mr. Mills recused

APPROVED

Motion: Mr.

Southwick

Second: Mr. Wright

8-0-0

- E. Colonial Hills Nursing Center, Louisville (Blount County), TN — CN1208-039
The relocation and replacement of a 120 bed nursing home currently located at 2034 Cochran Rd, Maryville (Blount County), TN 37803. The replacement facility will be located on an approximate 10.67 acre site located at 1965 Stewart Lane, Louisville (Blount County), TN 37777. No new services will be initiated or discontinued and no major medical equipment is requested. If this application is approved, CN1202-003A for renovation of the existing facility will be relinquished.
\$ 21,239,000.00

Dr. Haik recused

APPROVED

Motion: Ms. Burns

Second: Mr. Doolittle

8-0-0

- F. Campbell Clinic Surgery Center, Germantown (Shelby County), TN — CN1208-040
To expand the surgery center, from five (5) surgical rooms (four (4) operating rooms and one (1) procedure room) to ten surgical rooms (eight (8) operating rooms and two (2) procedure rooms), on its present site. The project does not include any new major medical equipment, or any additional health services, or any change in scope from the facility's current surgical specialties. It will add approximately 21,000 SF of space to the facility. The facility is licensed by the board for Department of Health as an ambulatory surgical treatment center. Its services are limited to orthopaedics and pain management. No change in licensure is proposed.
\$ 13,277,258.00

Dr. Haik recused

APPROVED

Motion: Mr. Wright

Second: Mr. Doolittle

8-0-0

- G. Methodist Healthcare-Memphis Hospitals d/b/a Methodist University Hospital, Memphis (Shelby County), TN — CN1208-041
The replacement of the Emergency Department (ED) and the relocation of the ED within the hospital's campus. The project is the construction of a replacement ED and renovation of existing space. The project will replace an existing CT. The project involves 93,000 square feet of new space and 6,200 square feet of renovated space. This project does not involve inpatient beds, initiation of services or addition of other major medical equipment.
\$ 33,488,985.00

VI. GENERAL COUNSEL'S REPORT

Dr. Haik recused

Motion: Ms. Burns

Second: Mr. Doolittle

8-0-0

Modification to CON:

limited to the endoscopy patients of Memphis Gastroenterology Group, PC, and UT Medical Group.

- A. Memphis Gastroenterology Endoscopy Center East, Memphis (Shelby County), TN — CN0406-059A
Request for modification of the Certificate of Need to remove the condition that limited the ASTC to the endoscopy patients of Memphis Gastroenterology Group.
CN0406-059A was filed as a relocation of CN0309-078A which was unanimously approved on November 19, 2003 for the establishment of the ASTC, but was not implemented. CN0406-059A was unanimously approved August 25, 2004 to expand the procedure rooms from four (4) to six (6) to be located within the private practice office of Memphis Gastroenterology Group, PC, limited to the endoscopy outpatients of that group. The project was implemented on November 30, 2005 with a final project cost of \$4,794,559.00.

DEFERRED FROM OCTOBER MEETING

APPROVED

Motion: Mr. Doolittle

Second: Ms. Burns

9-0-0

- B. McCabe Eye Surgery Center, Murfreesboro (Rutherford County), TN — CN1007-029A
Request for a fourteen (14) month extension of the expiration date from December 1, 2012 to February 1, 2014 and a cost increase of \$397,884 from \$2,189,761 to \$2,587,645. This project was approved on October 27, 2010 for the establishment of an ambulatory surgical treatment center (ASTC) limited to ophthalmic procedures with one (1) operating room in a medical office building being constructed at an unaddressed site. This project replaced unimplemented Certificate of Need (CN0807-042A).

APPROVED

Motion: Ms. Burns
Second: Ms. Jordan
9-0-0

- C. Renaissance Surgery Center of Chattanooga, Chattanooga (Hamilton County), TN — CN1007-033A
Request for six (6) month extension of the expiration date from January 1, 2013 to July 1, 2013. This project was approved on November 17, 2010 for the establishment of an ambulatory surgical treatment center (ASTC) with two (2) operating rooms and one procedure room limited to the delivery of outpatient ophthalmological, plastic, and podiatric surgical cases and procedures only. CONDITION: Limited to ophthalmologic, oculoplastics, and podiatric procedures. Project cost is \$852,003.00.

D. Contested Case Update

VII. OTHER BUSINESS

VIII. MINUTES

IX. ADJOURNMENT